



County of Los Angeles
CHIEF ADMINISTRATIVE OFFICE

713 KENNETH HAHN HALL OF ADMINISTRATION • LOS ANGELES, CALIFORNIA 90012
(213) 974-1101
<http://cao.co.la.ca.us>

DAVID E. JANSSEN
Chief Administrative Officer

Board of Supervisors
GLORIA MOLINA
First District

YVONNE B. BURKE
Second District

ZEV YAROSLAVSKY
Third District

DON KNABE
Fourth District

MICHAEL D. ANTONOVICH
Fifth District

December 6, 2005

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

**AN ORDINANCE TO AMEND THE COMMON CARRIER PETROLEUM PIPELINE
FRANCHISE GRANTED TO SOUTHERN CALIFORNIA EDISON COMPANY BY
ORDINANCE NO. 2000-0069F TO REFLECT A TRANSFER OF
THE FRANCHISE RIGHTS TO PACIFIC TERMINALS LLC
(FIRST, SECOND, AND FOURTH DISTRICTS) (3 VOTES)**

IT IS RECOMMENDED THAT YOUR BOARD:

1. Approve and schedule on your Board's agenda for adoption the accompanying ordinance to amend the common carrier petroleum pipeline franchise granted to Southern California Edison Company (SCEC), by Ordinance No. 2000-0069F, to reflect a transfer of the franchise rights to Pacific Terminals LLC, a Delaware Limited Liability Company (Pac-Terminals).
2. Find that this project is categorically exempt under the California Environmental Quality Act (CEQA) pursuant to Class 1 of the Environmental Document Reporting Procedures and Guidelines adopted by your Board on November 17, 1987, and Section 15301 of the State CEQA Guidelines.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The purpose of the recommended action is to request your Board to approve and adopt an ordinance to amend the common carrier petroleum pipeline franchise granted to SCEC, by Ordinance No. 2000-0069F, to reflect a transfer of the franchise rights to Pac-Terminals.

IMPLEMENTATION OF STRATEGIC PLAN GOALS

The County of Los Angeles (County) Strategic Plan directs that we provide the public with quality service that is beneficial and responsive (Goal 1). The Board's approval and adoption of an ordinance to transfer these franchise rights is consistent with this goal.

FISCAL IMPACT/FINANCING

SCEC has paid the County a one-time transfer fee of \$2,500 to process an ordinance to transfer these franchise rights. Pac-Terminals will also pay an annual fee calculated based upon a formula using the internal diameter and linear footage of the pipelines, pursuant to a rate schedule contained in Section 6231.5 of the California Public Utilities Code (CPUC).

The approximately 48,800 feet of Pac-Terminals common-carrier petroleum pipelines in County highways generate a base annual fee of over \$15,200 per calendar year. After adjusting the base annual fee for inflation using the price index specified in the CPUC (Consumer Price Index, June 1989 as base), the adjusted annual fee paid to the County totaled over \$22,600 for the 2004 calendar year.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

On November 28, 2000, your Board adopted Ordinance No. 2000-0069F granting a common carrier petroleum pipeline franchise to SCEC for a period of 25 years, becoming effective 30 days from adoption therefrom (December 28, 2000). In July 2003, the California Public Utilities Commission approved SCEC's joint application to sell its pipelines and oil storage terminal facilities to Pac-Terminals, including all pipelines SCEC maintained and operated in County highways by rights granted to SCEC by the County franchise.

SCEC and Pac-Terminals have requested that your Board adopt an ordinance to amend franchise Ordinance No. 2000-0069F to reflect a transfer of the franchise rights. The Auditor-Controller Audit Division, reviewed the financial statements of Pac-Terminals and its parent company, and had no objection to the transfer of these franchises rights. Department of Public Works and Fire Department have reviewed this request and have no objections to the transfer of these franchise rights. County Counsel has reviewed the accompanying ordinance and approved it as to form.

ENVIRONMENTAL DOCUMENTATION

Your Board's approval and adoption of the accompanying ordinance to transfer these franchise rights to Pac-Terminals is categorically exempt under the CEQA pursuant to Class 1 of the Environmental Document Reporting Procedures and Guidelines adopted by your Board on November 17, 1987, and Section 15301 of the State CEQA Guidelines.

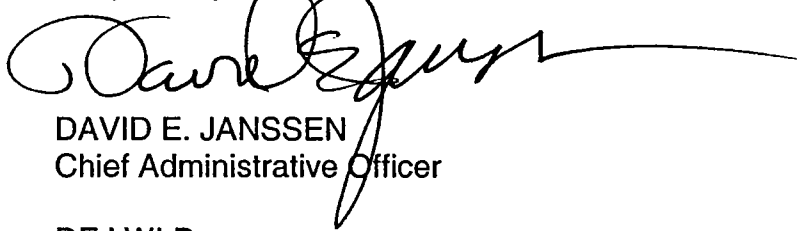
IMPACT ON CURRENT SERVICES (OR PROJECTS)

The recommended Board actions will not impact or adversely affect any current services or future projects.

CONCLUSION

Instruct the Executive Officer, Board of Supervisors to forward conformed copies of the adopted Board recommendation and the adopted ordinance to Pacific Terminals LLC, at 5900 Cherry Avenue, Long Beach, California 90805-4408, Attention: Mr. Cliff MacNiven, Right of Way and Claims, and forward conformed copies to the offices of the County Counsel, Auditor-Controller Audit Division, Department of Public Works, and Fire Department, as well as the Chief Administrative Office, Real Estate Division, Property Management, 222 South Hill Street, 3rd Floor, Los Angeles, California 90012.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "David E. Janssen", with a long horizontal flourish extending to the right.

DAVID E. JANSSEN
Chief Administrative Officer

DEJ:WLD
CB:RB:cc

Attachment (1)

c: County Counsel
Auditor-Controller Audit Division
Department of Public Works
Fire Department

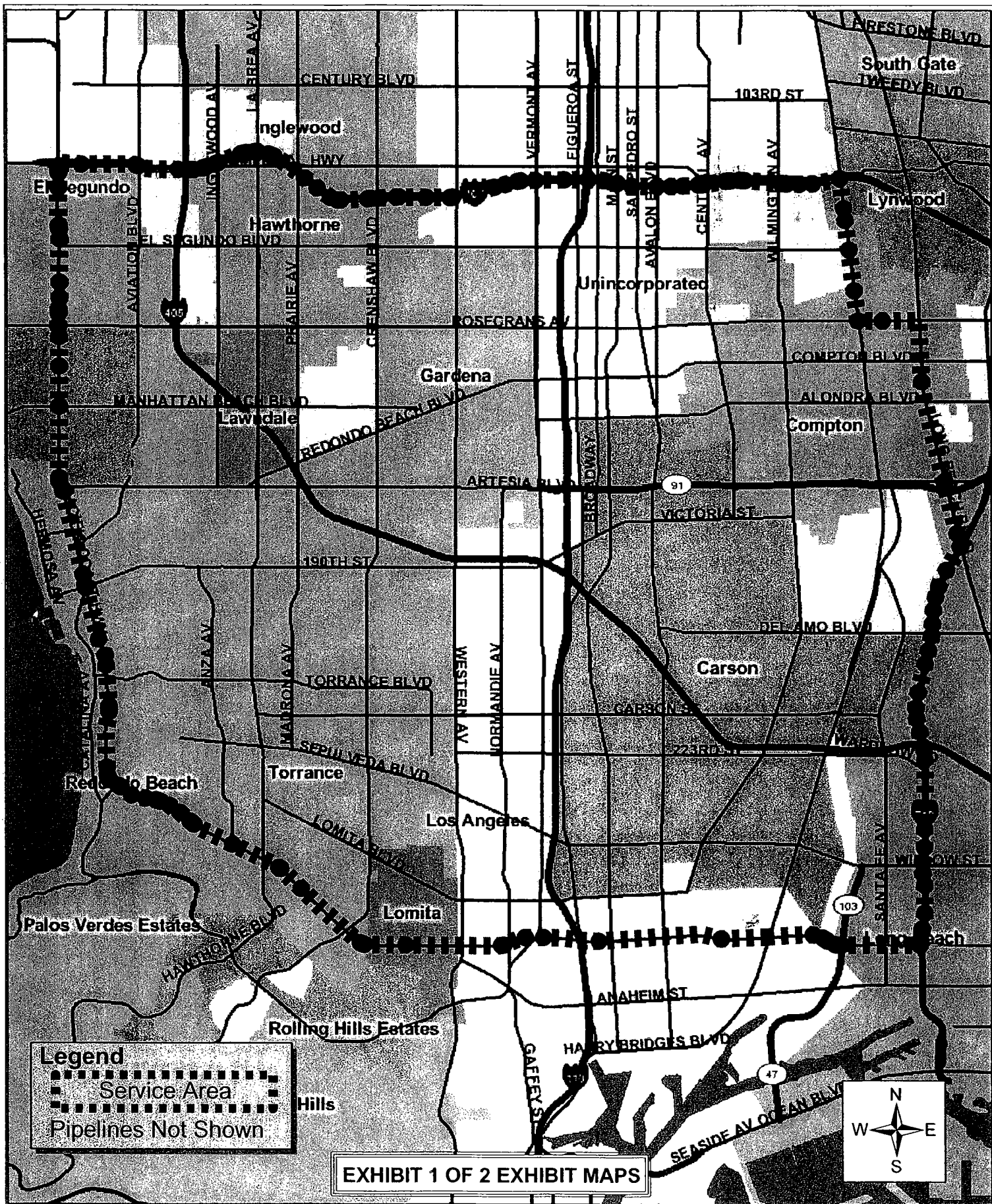
TWO PAGES OF SERVICE AREA MAPS

Pacific Terminals LLC

Common Carrier Franchise Ordinance

Exhibits 1 through 2

These maps illustrate the unincorporated areas affected by the franchise and are provided for the convenience of the reader.



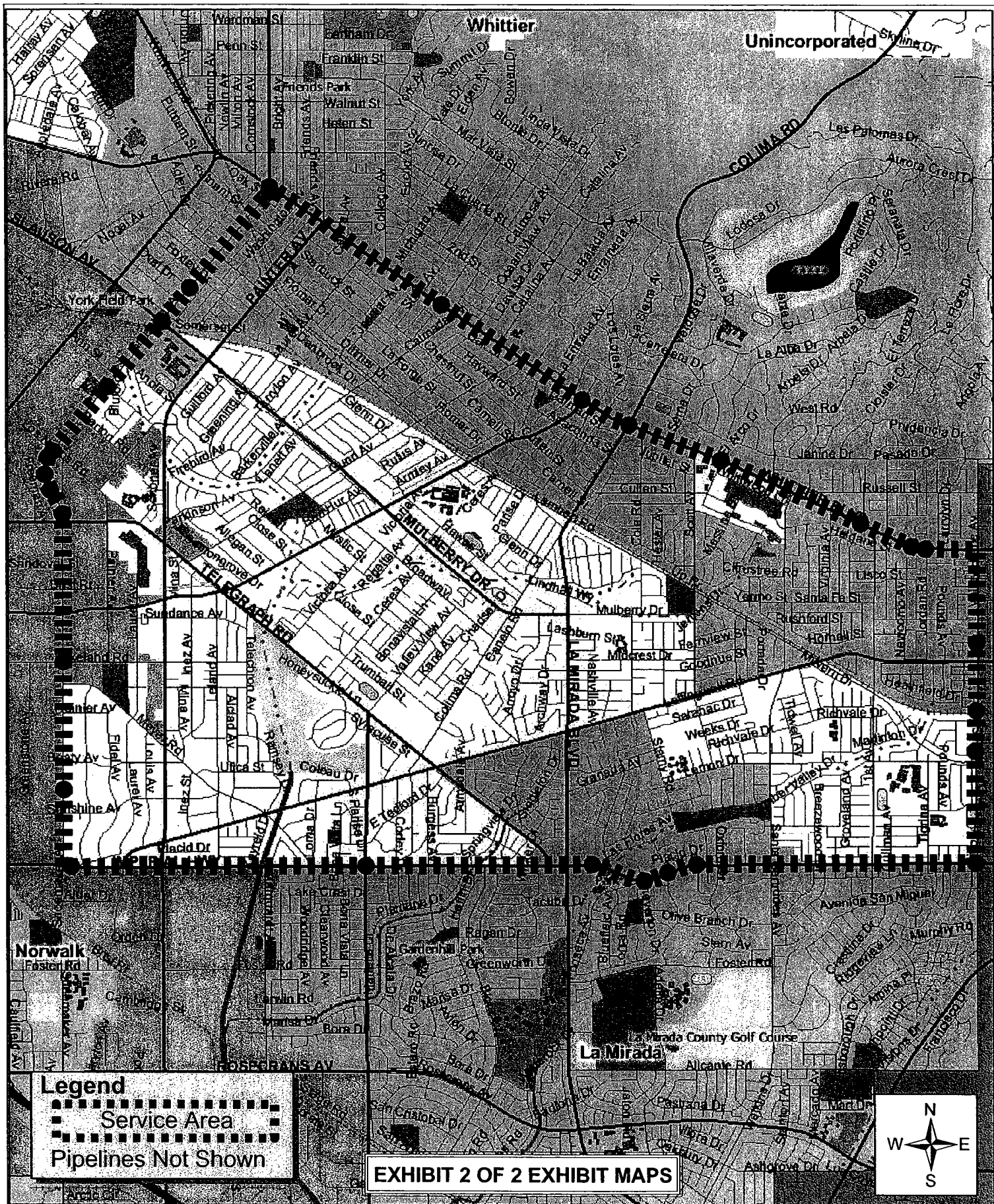
Date
September 2005

Sup Districts
Dists. 1, 2 & 4

COUNTY OF LOS ANGELES - CHIEF ADMINISTRATIVE OFFICE
Pacific Terminals LLC (Formerly SoCal Edison)
Common Carrier Petroleum Pipeline Franchise
South Bay Unincorporated Area

Pac Terminals (Edison)
Ord. 2000-0069F

Agent
R. Ball



<p>Date September 2005</p>	<p>COUNTY OF LOS ANGELES - CHIEF ADMINISTRATIVE OFFICE Pacific Terminals LLC (Formerly SoCal Edison) Common Carrier Petroleum Pipeline Franchise Santa Fe Springs / La Mirada Area</p>	<p>Pac Terminals (Edison) Ord. 2000-0069F</p>
<p>Sup Districts Dists. 1 & 4</p>		<p>Agent R. Ball</p>